

ALLEGHENY UNIV. HOSPITALS, BUCKS COUNTY
 OUTPATIENT - NET OF ALLOWANCES
 (Revised Bad Debt Calculations)
 MARCH 31, 1997

NOTE:
 Contractualizing the payors that are not
 at time of billing with this schedule.

CLASS	TOTAL	0-30	31-60	61-90	91-120	121-150	151-180	181-270	271-365	365+
A MEDICAID	186,173	43,702	29,359	38,116	2,830	38,665	13,280	10,086	2,858	7,277
B BLUE CROSS	484,469	219,702	71,308	21,169	34,868	16,891	18,847	37,594	46,480	17,610
C COMMERCIAL	666,976	111,212	140,970	69,170	48,347	29,926	31,204	85,644	87,046	63,456
D DIRECT CONTRACTING	25,724	3,470	931	1,037	1,815	1,001	2,332	6,922	6,566	1,651
F CHARITY CARE	0	0	0	0	0	0	0	0	0	0
H HMO	6,310,554	1,542,930	1,392,553	669,523	496,850	216,664	265,558	915,321	586,273	224,882
I PATIENT CONTRACTS	36,920	13,221	4,858	4,252	2,276	4,722	(61)	3,465	2,522	1,665
M MEDICARE	425,800	192,744	53,847	25,371	23,089	41,565	23,408	37,632	19,853	8,291
N MANAGED MA	378,935	88,766	59,985	30,540	33,241	17,515	19,814	56,377	46,102	26,595
P PRO-PREFERRED PROVIDER	1,287,675	522,016	234,480	85,641	67,483	65,738	55,405	85,103	100,469	71,339
U SELF PAY	831,865	96,548	110,495	87,298	105,411	43,976	56,396	144,610	108,492	78,640
W WORKERS COMP/NO FAULT	638,096	107,123	61,214	46,930	33,853	34,995	22,134	87,291	176,797	67,759
TOTAL	11,273,189	2,941,433	2,160,000	1,079,047	850,063	511,658	508,317	1,470,045	1,183,459	569,166

Total Outpatient A/R at gross
 Less: O/P A/R net of estimated allowances
 \$13,137,089
 11,273,189
 1,863,900

ALLEGHENY UNIV. HOSPITALS, BUCKS COUNTY
 OUTPATIENT
 (Revised Bad Debt Calculations)
 AS OF 3/31/97

NOTE: tractual Allowance Rollforward (w/p 53.23)

CLASS	A/R	A/R NET OF ALLOWANCES	ALLOWANCE
A MEDICAID (1)	300,762	186,173	114,589
B BLUE CROSS (2)	484,469	484,469	0
C COMMERCIAL	980,848	866,976	313,871
D DIRECT CONTRACTING	64,311	25,724	38,587
F CHARITY CARE	1,658	0	1,658
H HMO (2)	6,310,554	6,310,554	0
I PATIENT CONTRACTS	36,920	36,920	0
M MEDICARE	1,520,716	425,800	1,094,915
N MANAGED MA	378,935	378,935	0
P PRO-PREFERRED PROVIDER (2)	1,287,675	1,287,675	0
U SELF PAY	831,865	831,865	0
W WORKERS COMP/NO FAULT	938,377	638,096	300,281
TOTAL	13,137,089	11,273,189	1,863,900

* Rate changed April 26, 1996 from 30% to 28%

Note: For Oct. 1996, need to consider unbilled portion of revenue when adjusting for system allowances.

(1) A02.03.04.05.06.07.08 & 09 will be netted down 30% at the time of billing 9/6/96. A01, A50 (SPU exception) will be netted down to MA fee schedule at the time of billing 10/1/96 (A01 plan code is approx. equal to 90+% of total "A" fee; therefore, it will be adjusted in 10/96).

(2) Effective 3/1/97, Blue Cross & KHPE air will not be contractualized at time of billing. The Blue Cross reserve rate will be 52%, and the KHPE reserve rate will be 54%.

ALLEGHENY UNIV. HOSPITALS, BUCKS COUNTY
 OUTPATIENT BAD DEBT RESERVE CALCULATION
 (Revised Bad Debt Calculations)
 MARCH 31, 1997

CLASS	TOTAL	0-30	31-60	61-90	91-120	121-150	151-180	181-270	271-365	365+
TOTAL										

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A MEDICAID	31,258	2,185	1,468	1,906	283	3,867	1,328	10,086	2,858	7,277
B BLUE CROSS	84,539	10,985	3,565	1,058	3,487	1,689	1,885	9,399	34,860	17,610
C COMMERCIAL	177,167	5,561	7,048	3,459	4,835	2,993	3,120	21,411	65,285	63,456
D DIRECT CONTRACTING	9,092	173	47	52	182	100	233	1,730	4,925	1,651
F CHARITY CARE	0	0	0	0	0	0	0	0	0	0
H HMO	1,171,575	77,147	69,628	33,476	49,685	21,666	26,556	228,830	439,705	224,882
I PATIENT CONTRACTS	6,233	661	243	213	228	472	(6)	866	1,892	1,665
M MEDICARE	54,994	9,637	2,692	1,269	2,309	4,156	2,341	9,408	14,890	8,291
N MANAGED MA	91,287	4,438	2,999	1,527	3,324	1,752	1,981	14,094	34,576	26,595
P PPO-PREFERRED PROVIDER	228,936	26,101	11,724	4,282	6,748	6,574	5,541	21,276	75,352	71,339
U SELF PAY	581,804	48,274	55,247	43,649	52,705	21,988	28,198	144,610	108,492	78,640
W WORKERS COMP/NO FAULT	242,041	5,356	3,061	2,347	3,385	3,499	2,213	21,823	132,598	67,759
REQUIRED RESERVE	2,678,925	190,518	157,723	93,236	127,171	68,756	73,390	483,533	915,432	569,166

NOTE: bad debt reserve percentages developed by
Dan Cancelmi and Robin Schafer during FY97.

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ALLEGHENY UNIV. HOSPITALS, BUCKS COUNTY
INPATIENT BAD DEBT RESERVE PERCENTAGES (REVISED)

CLASS	INHOUSE & DNFB	0-30/ FINAL BILLS	31-60	61-90	91-120	121-150	151-180	181-270	271-365	365+
A MEDICAID	0%	5%	5%	5%	10%	10%	10%	100%	100%	100%
B BLUE CROSS	0%	5%	5%	5%	10%	10%	10%	25%	75%	100%
C COMMERCIAL	0%	5%	5%	5%	10%	10%	10%	25%	75%	100%
D DIRECT CONTRACTING	0%	5%	5%	5%	10%	10%	10%	25%	75%	100%
F CHARITY CARE	100%	100%	100%	100%	100%	100%	100%	100%	100%	100%
H HMO	0%	5%	5%	5%	10%	10%	10%	25%	75%	100%
I PATIENT CONTRACTS	0%	5%	5%	5%	10%	10%	10%	25%	75%	100%
M MEDICARE	0%	5%	5%	5%	10%	10%	10%	25%	75%	100%
N MANAGED MA	0%	5%	5%	5%	10%	10%	10%	25%	75%	100%
P PPO-PREFERRED PROVIDER	0%	5%	5%	5%	10%	10%	10%	25%	75%	100%
U SELF PAY	50%	50%	50%	50%	50%	50%	50%	100%	100%	100%
W WORKERS COMP/NO FAULT	0%	5%	5%	5%	10%	10%	10%	25%	75%	100%

**JD-MEYER CLASS
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ALLEGHENY UNIV. HOSPITALS, BUCKS COUNTY
OUTPATIENT BAD DEBT RESERVE PERCENTAGES (REVISED)

CLASS	0-30	31-60	61-90	91-120	121-150	151-180	181-270	271-365	365+
A MEDICAID	5%	5%	5%	10%	10%	10%	100%	100%	100%
B BLUE CROSS	5%	5%	5%	10%	10%	10%	25%	75%	100%
C COMMERCIAL	5%	5%	5%	10%	10%	10%	25%	75%	100%
D DIRECT CONTRACTING	5%	5%	5%	10%	10%	10%	25%	75%	100%
F CHARITY CARE	100%	100%	100%	100%	100%	100%	100%	100%	100%
H HMO	5%	5%	5%	10%	10%	10%	25%	75%	100%
I PATIENT CONTRACTS	5%	5%	5%	10%	10%	10%	25%	75%	100%
M MEDICARE	5%	5%	5%	10%	10%	10%	25%	75%	100%
N MANAGED MA	5%	5%	5%	10%	10%	10%	25%	75%	100%
P PPO-PREFERRED PROVIDER	5%	5%	5%	10%	10%	10%	25%	75%	100%
U SELF PAY	50%	50%	50%	50%	50%	50%	100%	100%	100%
W WORKERS COMP/NO FAULT	5%	5%	5%	10%	10%	10%	25%	75%	100%

ALLEGHENY UNIV. HOSPITALS, BUCKS COUNTY
PERCENTAGES APPLIED TO DETERMINE OUTPATIENT NET A/R
[FOR CONTRACTUAL ALLOWANCES NOT TAKEN AT TIME OF BILLING]

FINANCIAL CLASS	% AVERAGE IMPURSEMENT	COMMENTS
A	15.00%	
B	100.00%	
C	68.00%	
D	40.00%	
F	0.00%	
H	100.00%	
I	100.00%	
M	28.00%	
N	100.00%	
P	100.00%	
U	100.00%	
W	68.00%	

commercial A/R valued at 100% when billed; actual experience has been an 78% collection average.

ALLEGHENY UNIV. HOSPITALS, BUCKS COUNTY
INPATIENT ACCOUNTS RECEIVABLE - NET OF BAD DEBT RESERVES
(Revised Bad Debt Calculations)
MARCH 31, 1997

CLASS	TOTAL	INHOUSE & DNFB (NET)	FINAL BILLED	0-30	31-60	61-90	91-120	121-150	151-180	181-270	271-365	365+
A MEDICAID	813,329	36,085	0	291,460	334,085	32,621	22,417	46,469	50,192	0	0	0
B BLUE CROSS	218,975	26,688	0	57,494	24,632	41,767	36,857	3,227	9,007	15,540	3,762	0
C COMMERCIAL	358,068	25,208	0	133,872	113,115	32,893	6,690	3,218	17,638	26,628	(1,455)	260

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D DIRECT CONTRACTING	75,743	37,186	0	4,598	4,884	0	0	0	5,325	14,612	8,075	1,063	0
F CHARITY CARE	0	0	0	0	0	0	0	0	0	0	0	0	0
H HMO	2,334,397	213,753	0	878,231	639,926	231,514	78,985	100,474	63,283	107,772	20,460	1,823	0
I PATIENT CONTRACTS	5,719	0	0	722	0	1,335	617	180	490	552	1,823	0	0
M MEDICARE	1,420,570	416,507	0	564,797	123,787	112,989	49,705	36,278	60,470	46,307	9,730	0	0
N MANAGED MA	222,484	28,036	0	45,615	54,741	37,952	11,466	6,966	19,950	16,922	836	0	0
P PPO-PREFERRED PROVIDER	700,671	117,334	0	167,578	129,094	126,001	52,430	31,399	14,490	52,656	9,689	0	0
U SELF PAY	564,841	17,292	0	126,472	110,742	128,074	80,198	66,882	35,181	0	0	0	0
W WORKERS COMP/NO FAULT	93,754	4,182	0	49,950	5,737	6,956	5,050	0	2,445	19,434	0	0	0
NET INPATIENT A/R	6,808,551	922,271	0	2,320,789	1,540,744	752,100	344,416	300,419	287,758	293,885	45,908	260	0

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ALLEGHENY UNIV. HOSPITALS - BUCKS COUNTY
 OUTPATIENT ACCOUNTS RECEIVABLE - NET OF BAD DEBT RESERVES
 (Revised Bad Debt Calculations)
 MARCH 31, 1997

CLASS	TOTAL	0-30	31-60	61-90	91-120	121-150	151-180	181-270	271-365	365+
A MEDICAID	154,916	41,517	27,891	36,210	2,547	34,799	11,952	0	0	0
B BLUE CROSS	399,931	208,717	67,743	20,110	31,381	15,202	16,962	28,196	11,620	0
C COMMERCIAL	489,809	105,651	133,921	65,712	43,513	26,934	28,084	64,233	21,762	0
D DIRECT CONTRACTING	16,632	3,296	885	985	1,634	901	2,098	5,191	1,642	0
F CHARITY CARE	0	0	0	0	0	0	0	0	0	0
H HMO	5,138,979	1,465,784	1,322,926	636,047	447,165	194,998	239,002	686,491	146,568	0
I PATIENT CONTRACTS	30,687	12,560	4,615	4,040	2,048	4,249	(55)	2,599	631	0
M MEDICARE	370,807	183,107	51,154	24,103	20,780	37,408	21,068	28,224	4,963	0
N MANAGED MA	287,647	84,328	56,985	29,013	29,917	15,764	17,832	42,283	11,525	0
P PPO-PREFERRED PROVIDER	1,058,739	495,915	222,756	81,359	60,734	59,164	49,865	63,827	25,117	0
U SELF PAY	250,062	48,274	55,247	43,649	52,705	21,988	28,198	0	0	0
W WORKERS COMP/NO FAULT	396,055	101,767	58,154	44,584	30,468	31,495	19,921	65,468	44,199	0
NET OUTPATIENT A/R	8,594,264	2,750,915	2,002,278	985,810	722,893	442,902	434,927	986,512	268,027	0

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ALLEGHENY UNIVERSITY HOSPITALS
BUCKS COUNTY- INPATIENT
SUMMARY OF RESERVES FOR BAD DEBT
#1204100-95000212
3/31/97

MONTH	BEGINNING BALANCE	WRITE-OFFS	RECOV	OTHER	ATB	PROVISIONS BDRFB	TOTAL	ENDING BALANCE	ADJ. ENDING BALANCE	NR BALANCE	RESERVE %	CALCULATED RESERVE AMT	VAR (OVER) UNDER
JULY	(\$2,945,570)	\$455,007	(\$868)				(\$122,478)	(\$2,945,570)	(\$2,945,570)	\$11,304,649	28.1%	(\$2,537,953)	(\$407,617)
AUGUST	(2,668,685)	139,017	(17,999)				(175,794)	(2,668,685)	(\$2,613,909)	\$11,077,499	23.6%	(\$2,589,420)	(\$24,489)
SEPTEMBER	(2,629,321)	196,483	(47,194)				(109,925)	(2,629,321)	(2,629,321)	11,926,316	22.4%	(2,746,200)	77,515
OCTOBER	(2,575,707)	199,737	(36,197)				(109,925)	(2,575,707)	(2,575,707)	11,919,811	22.6%	(2,766,951)	137,630
NOVEMBER	(2,595,878)	150,825	(61,071)				(109,925)	(2,595,878)	(2,595,878)	12,013,458	21.6%	(2,906,949)	331,242
DECEMBER	(2,627,222)	146,522	(2,706)				(109,925)	(2,627,222)	(2,627,222)	11,878,266	22.3%	(3,320,125)	664,341
JANUARY	(2,604,134)	4,887,865	(14,862)				(109,925)	(2,604,134)	(2,604,134)	12,769,071	20.6%	(3,511,749)	884,527
FEBRUARY							(109,925)	(841,055)	(841,055)	12,548,593	20.8%	(3,537,609)	933,475
MARCH							(3,109,925) D	0	0	0		(1,579,863) B, 1	738,808
APRIL							0	0	0	0			0
MAY							0	0	0	0			0
JUNE							0	0	0	0			0
TOTAL	(\$2,945,570)	\$6,372,255	(\$187,993)	\$0			(\$4,079,747)	(\$841,055) 53-1	(\$841,055)				111,514

COMPARATIVE DATA:
FYE #3096 BAL:

NOTE: Difference 1 = 111,514
Represents the difference between

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the old bad debt calculation and the new calculation developed in FY97.

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A/R balance as of 9/30/96 does not include FY97 revenue adjustment of \$200,000.
March "other" balance includes \$12,000 pertaining to a contractual rev reclas
March write-offs include \$4,702,095 from PATCOM A/R balances.

ALLEGHENY UNIVERSITY HOSPITALS
BUCKS COUNTY- OUTPATIENT
SUMMARY OF RESERVES FOR BAD DEBT
#1204200-95000212
3/31/97

MONTH	BEGINNING BALANCE	WRITE-OFFS	RECOVERIES	OTHER	ATB	PROVISIONS CHANGES	TOTAL	ENDING BALANCE	ADJ. ENDING BALANCE	A/R BALANCE	RESERVE %	CALCULATED RESERVE	VAR (OVER/ UNDER)
COMPARATIVE DATA:													
FYE 93096 BAL:													
JULY	(\$880,141)	\$81,327	(\$10,490)		(\$212,952)		(\$212,952)	(\$880,141)	(\$880,141)	\$9,503,502	9.3%	(\$1,043,859)	\$163,718
AUGUST	(1,022,256)	99,013	(6,800)		(241,033)		(241,033)	(\$1,022,256)	(\$1,022,256)	\$10,066,199	10.2%	(\$1,175,867)	\$153,611
SEPTEMBER	(1,171,075)	90,670	(13,395)	212,000	(160,369)		(160,369)	(1,171,075)	(1,171,075)	10,876,719	10.8%	(1,025,906)	(145,169)
OCTOBER	(1,042,169)	116,832	(6,836)		(160,369)		(160,369)	(1,042,169)	(1,042,169)	11,100,461	9.4%	(1,506,713)	464,544
NOVEMBER	(1,092,543)	87,951	(7,780)		(160,369)		(160,369)	(1,092,543)	(1,092,543)	11,595,132	9.4%	(1,631,075)	538,532
DECEMBER	(1,172,741)	12,083	(9,564)		(160,369)		(160,369)	(1,172,741)	(1,172,741)	11,722,571	10.0%	(1,801,859)	629,118
JANUARY	(1,330,591)	153,958	(8,079)		39,631		39,631	(1,330,591)	(1,330,591)	12,196,739	10.9%	(2,119,677)	789,086
FEBRUARY	(1,145,081)	62,081	(8,583)	1,671	(160,368)		(160,368)	(1,145,081)	(1,145,081)	12,468,195	9.2%	(2,333,843)	1,188,762
MARCH	(1,250,279)	7,608,413	(13,012)		(4,530,912) E		(4,530,912)	(1,250,279)	(1,250,279)	12,994,730	9.6%	(2,590,877)	1,340,598
APRIL								1,814,210	1,814,210			(2,475,562) B, 2	4,289,792
MAY								0	0				0
JUNE								0	0				0
TOTAL	(\$880,141)	\$8,312,329	(\$84,539)	\$213,671			(\$5,747,110)	\$1,814,210	\$1,814,210				

NOTES: A/R balance as of 9/30/96 does not include FY97 revenue adjustment of \$200,000.

March "other" balances include \$200,000 pertaining to contractual rev reclas.

March provision includes \$4,368,872 related to PATCOM A/R, which rather than contractualized was recorded to the reserve for bad debt.

March write-offs include \$7,481,560 related to PATCOM A/R balances.

NOTE: Difference 2 = 203,343
Represents the difference between the old bad debt calculation and the new calculation developed in FY97.

B C&L notes that the calculated reserve amount is based upon the old bad debt calculation. C&L has not performed any procedures over the old bad debt calculations. The calculation on the first sheet of this file is the revised calculation developed during FY97 by Dan Cancelmi and Robin Schafer.

C The debit balance in the Allowance account is attributable to the write-off of the PATCOM balances in March.

D Represents the monthly entry to Bad Debt Expense (AHERF is booking to budget) plus the entry of \$3 million from the Graduate Hospitals (Refer to the issue). Monthly Bad Debt Expense agrees to the IS without exception.

E Represents the monthly entry to Bad Debt Expense (AHERF is booking to budget) plus the write-off of the PATCOM balances. Monthly Bad Debt Expense agrees to the IS without exception.

NOTE: Recoveries are included in the allowance calculation and cannot be traced to the I/S.

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AHERF 06/30/97

Working Paper Name: Bucks - Bad Debt Reserve
Working Paper Reference: 0053-10
Working Paper Type: Prepared by Client, OLE

ALLEGHENY UNIV. HOSPITALS, BUCKS COUNTY
 ACCOUNTS RECEIVABLE AGING - INPATIENT
 (Revised Bad Debt Calculations)
 MARCH 31, 1997

NOTE: This w/p represents the inpatient and outpatient bad debt calculations and the summary of reserves for b

☒ **Completed**

Completed By: Kristen Heinlein
Last Modified By: Kristen Heinlein

☐ **Reviewed**

☐ **Mark for Deletion**

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Seq Num: 17

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Field Flags: SUMMARY

"Kristen Heinlein"

AHERF 06/30/97

Working Paper Name: Bucks - Bad Debt Reserve
Working Paper Reference: 0053-10
Working Paper Type: Prepared by Client OLE

ALLEGHENY UNIV. HOSPITALS, BUCKS COUNTY
 ACCOUNTS RECEIVABLE AGING - INPATIENT
 (Revised Bad Debt Calculations)
 MARCH 31, 1997

NOTE: This w/p represents the inpatient and outpatient bad debt calculations and the summary of reserves for b

☒ **Completed**

Completed By: Kristen Heinlein
Last Modified By: Kristen Heinlein

☐ **Reviewed**

☐ **Mark for Deletion**

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Created_By	Heinlein/OU=BAS/OU=Pitt
Date	sburgh PA/O=C&L/C=US"
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0053-10 - Bucks - Bad Debt Reserve - S. - Lotus Notes

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AHERF
06/30/97

Working Paper Name: Bucks - Bad Debt Reserve
Working Paper Reference: 0053-10
Working Paper Type: Prepared by Client, OLE

ALLEGHENY UNIV. HOSPITALS, BUCKS COUNTY
 ACCOUNTS RECEIVABLE AGING - INPATIENT
 (Revised Bad Debt Calculations)
 MARCH 31, 1997

NOTE: This w/p represents the inpatient and outpatient bad debt calculations and the summary of reserves for b

☒ **Completed**

Completed By: Kristen Heinlein
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☐ **Reviewed**

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Working Paper Name: Bucks - Bad Debt Reserve
Working Paper Reference: 0053-10
Working Paper Type: Prepared by Client OLE

ALLEGHENY UNIV. HOSPITALS, BUCKS COUNTY
 ACCOUNTS RECEIVABLE AGING - INPATIENT
 (Revised Bad Debt Calculations)
 MARCH 31, 1997

NOTE: This w/p represents the inpatient and outpatient bad debt calculations and the summary of reserves for b

☒ **Completed**

Completed By: Kristen Heinlein
Last Modified By: Kristen Heinlein

☐ **Reviewed**

☐ **Mark for Deletion**

Modification History:

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Client_Period_End	Data Type: Text List
Client_Step_Code_and	Data Length: 20 bytes
Client_Step_Number	Seq Num: 17
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Client_Working_Paper	Field Flags: SUMMARY
Client_Working_Paper	"Kristen Heinlein"
Completed_By	
Computed_Status	

0053-10 - Bucks - Bad Debt Reserve - S. - Lotus Notes

File Edit View Create Actions 1-2-3 Worksheet Help



Welcome David S. Torborg Inbox Dealing with David S. Torborg Calc Workspace AHERF A

AHERF 06/30/97

Working Paper Name: Bucks - Bad Debt Reserve
Working Paper Reference: 0053-10
Working Paper Type: Prepared by Client OLE

ALLEGHENY UNIV. HOSPITALS, BUCKS COUNTY
ACCOUNTS RECEIVABLE AGING - INPATIENT
(Revised Bad Debt Calculations)
MARCH 31, 1997

NOTE: This w/p represents the inpatient and outpatient bad debt calculations and the summary of reserves for b

☒ **Completed**

Completed By: Kristen Heinlein
Last Modified By: Kristen Heinlein

☐ **Reviewed**

☐ **Mark for Deletion**

Document

Client_Working_Paper	Data Type: Time/Date List
Completed_By	or Range
Computed_Status	Data Length: 12 bytes
Confirmation	Seq Num: 17
Confirm_Tick	Dup Item ID: 0
Confirm_By	Field Flags: SUMMARY
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Date	EDT
Date Completed	

Modification History:

0053-10 - Bucks - Bad Debt Reserve - S. - Lotus Notes

File Edit View Create Actions Link Help



Welcome David S. Toiborg Inbox Dealing with David S. Toiborg Calc Workspaces AHERF-A

AHERF
06/30/97

Working Paper Name: Bucks - Bad Debt Reserve
Working Paper Reference: 0053-10
Working Paper Type: Prepared by Client OLE

ALLEGHENY UNIV. HOSPITALS, BUCKS COUNTY
ACCOUNTS RECEIVABLE AGING - INPATIENT
(Revised Bad Debt Calculations)
MARCH 31, 1997

NOTE: This w/p represents the inpatient and outpatient bad debt calculations and the summary of reserves for b

☒ Completed

Completed By: Kristen Heinlein
Last Modified By: Kristen Heinlein

☐ Reviewed

☐ Mark for Deletion

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LastRevisionDate	Data Length: 20 bytes
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Original_Period_End	
Original_Period_Lead	

Modification History:

AHERF 06/30/97

Working Paper Name: SCHC - Contractual Allowance
Working Paper Reference: 0053-28
Working Paper Type: Prepared by Client, OLE

ST. CHRISTOPHER'S HOSPITAL FOR CHILDREN
 RESERVE FOR ALLOWANCE CALCULATIONS - INPATIENT (INVISION)
 For the Month of March 1997

NOTE: C&L tested the contractual allowance calculation highlighted in Blue. C&L agreed information to Ad Hoc Invision system. No exceptions noted.

☒ **Completed**

Completed By: Kristen Heinlein
Last Modified By: Kristen Heinlein

☐ **Reviewed**

☐ **Mark for Deletion**

Document

Date_Created
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Date_Modified
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Data Type: Time/Date List
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Modification History:

0053-10 - Bucks - Bad Debt Reserve - S. - Lotus Notes

File Edit View Create Actions Link Help



Welcome David S. Torborg Inbox Dealing with David S. Torborg Calendar Workspace MAHERF A

AHERF
06/30/97

Working Paper Name: Bucks - Bad Debt Reserve
Working Paper Reference: 0053-10
Working Paper Type: Prepared by Client OLE

ALLEGHENY UNIV. HOSPITALS, BUCKS COUNTY
ACCOUNTS RECEIVABLE AGING - INPATIENT
(Revised Bad Debt Calculations)
MARCH 31, 1997

NOTE: This w/p represents the inpatient and outpatient bad debt calculations and the summary of reserves for b

☒ Completed

Completed By: Kristen Heinlein
Last Modified By: Kristen Heinlein

☐ Reviewed

☐ Mark for Deletion

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\$Revisions

\$UpdatedBy

Author

Categories

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Client_Audit_Area_File

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Client File Section He

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05/22/97 04:29:14 PM EDT

Modification History:

0053-10 - Bucks - Bad Debt Reserve - S. - Lotus Notes

File Edit View Create Actions Link Help



Welcome to David S. Torborg's Inbox Dealing with David S. Torborg's Calendar Workspace MAHERF A

AHERF
06/30/97

Working Paper Name: Bucks - Bad Debt Reserve
Working Paper Reference: 0053-10
Working Paper Type: Prepared by Client OLE

ALLEGHENY UNIV. HOSPITALS, BUCKS COUNTY
 ACCOUNTS RECEIVABLE AGING - INPATIENT
 (Revised Bad Debt Calculations)
 MARCH 31, 1997

NOTE: This w/p represents the inpatient and outpatient bad debt calculations and the summary of reserves for b

☒ **Completed**

Completed By: Kristen Heinlein
Last Modified By: Kristen Heinlein

☐ **Reviewed**

☐ **Mark for Deletion**

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Client File Section He	EDT

Modification History:



AHERF 06/30/97

Working Paper Name: Bucks - Bad Debt Reserve
Working Paper Reference: 0053-10
Working Paper Type: Prepared by Client OLE

ALLEGHENY UNIV. HOSPITALS, BUCKS COUNTY
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 (Revised Bad Debt Calculations)
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Completed By: Kristen Heinlein
Last Modified By: Kristen Heinlein

☐ **Reviewed**

☐ **Mark for Deletion**

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Client File Section He	EDT

Modification History:

MAHERF
 06/30/97

Working Paper Name: Bucks - Bad Debt Reserve
 Working Paper Reference: 0053-10
 Working Paper Type: Prepared by Client OLE

ALLEGHENY UNIV. HOSPITALS, BUCKS COUNTY
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NOTE: This w/p represents the inpatient and outpatient bad debt calculations and the summary of reserves for b

☒ Completed

Completed By: Kristen Heinlein
 Last Modified By: Kristen Heinlein

☐ Reviewed

☐ Mark for Deletion

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Modification History:

AHERF
06/30/97

Working Paper Name: Bucks - Bad Debt Reserve
 Working Paper Reference: 0053-10
 Working Paper Type: Prepared by Client, OLE

ALLEGHENY UNIV. HOSPITALS, BUCKS COUNTY
 ACCOUNTS RECEIVABLE AGING - INPATIENT
 (Revised Bad Debt Calculations)
 MARCH 31, 1997

NOTE: This w/p represents the inpatient and outpatient bad debt calculations and the summary of reserves for b

☒ Completed

Completed By: Kristen Heinlein
 Last Modified By: Kristen Heinlein

☐ Reviewed

☐ Mark for Deletion

Document

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Client File Section He	

Modification History:

EXHIBIT 4297

AHERF
06/30/97

Issue Topic: \$50 Million Reserve Entry

Issue Description: Per conversation with Robin Schafer, C&L notes that a total of \$50 million was intercompany from the Graduate hospitals to the Delaware Valley hospitals due to the DV bad debt reserve shortfalls. A determination was made that \$25 million of reserves would be recorded in the DV hospitals in the March, 1997 financials and the remaining \$25 million would be recorded in April.

The allocation of the reserves was as follows:

	March, 1997	April, 1997	Total
Bucks	\$3 million	\$ 4 million	\$ 7 million
Elkins	3 million	5 million	8 million
HUH	5 million	5 million	10 million
MCP	8 million	7 million	15 million
SCHC	<u>6 million</u>	<u>4 million</u>	<u>10 million</u>
			\$25 million
\$25 million	\$50 million		

The journal entry for the DV entities was as follows:

Dr. Intercompany xxx
Cr. I/P Reserve for Uncollectible Accounts xxx

The journal entries for the Graduate Hospitals was as follows:

Dr. Intercompany xxx
Cr. Other Assets - Purch Price Adj. (intangible) xxx

Dr. Accrued Liabilities - Other xxx
Cr. Accrued Liabilities - Other xxx

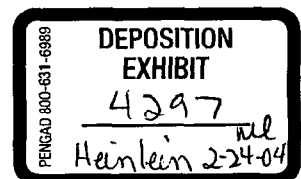
C&L notes that AHERF is amortizing the intangible over 35 years.
C&L does not take exception.

Link to Further Information: Audit Program Step  Audit program step

Issue Type : No further action required

Audit Area(s) Affected : Patient Accounts Receivable

Client Site : Delaware Valley, Graduate





Comments:

Created By: Kristen Heinlein
Last Modified By: Kristen Heinlein
Cleared By:

Date: 06/09/97 09:09:07 AM
Date: 06/09/97 10:30:01 AM
Date:



EXHIBIT 4303

AHERF
06/30/97

Working Paper Name: \$50 Million Bad Debt Reserve Entry
Working Paper Reference: 0053-75
Working Paper Type [I]: Created in Notes

Per conversation with Robin Schafer, C&L notes that a total of \$50 million was intercompained from the Graduate hospitals to the Delaware Valley hospitals to help "support" these entities due to the bad debt reserve shortfalls.

A determination was made that \$25 million of reserves would be recorded in the DV hospitals in the March, 1997 financials and the remaining \$25 million would be recorded in April.

The allocation of the reserves was as follows:

	March, 1997	April, 1997	Total
Bucks	\$3 million	\$ 4 million	\$ 7 million
Elkins	3 million	5 million	8 million
HUH	5 million	5 million	10 million
MCP	8 million	7 million	15 million
SCHC	<u>6 million</u>	<u>4 million</u>	<u>10 million</u>
	\$25 million	\$25 million	\$50 million

☒ **Completed**

Completed By: Kristen Heinlein **Date:** 09/15/97 02:20:12 PM
Last Modified By: Christa L. Porter **Date:** 09/22/97 10:18:20 AM

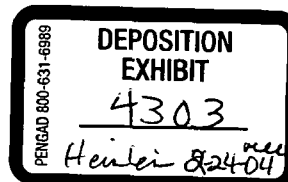
☒ **Reviewed**

Christa L. Porter

☒ **Marked for Review**

Modification History:

Kristen Heinlein



CL 013541